

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF REIDLAND WATER AND)	
SEWER DISTRICT FOR A CERTIFICATE OF)	
PUBLIC CONVENIENCE AND NECESSITY,)	CASE NO.
AUTHORIZING APPLICANT TO CONSTRUCT AN)	91-042
ELEVATED WATER STORAGE TANK AND)	
ASSOCIATED WATER LINES)	

O R D E R

On February 7, 1991, Reidland Water and Sewer District ("Reidland") filed an application with the Commission requesting a Certificate of Public Convenience and Necessity to construct a 500,000 gallon elevated water storage tank, and interim approval of financing for the proposed construction. Reidland stated in its application that it was unable at the time of filing to secure a construction loan because bids had not been received and contracts for performing the construction had not been executed. Reidland therefore asked the Commission to allow it to advise the Commission at a later date of all details concerning the terms of the construction loan by submitting a supplement to its petition, and requested interim approval of the financing, subject to final approval once complete financing terms were submitted. After discussions with Commission Staff, Reidland, on March 7, 1991, filed an amended application clarifying that it was requesting interim approval by the Commission of the proposed construction, rather than of the financing. Reidland reiterated that, for the

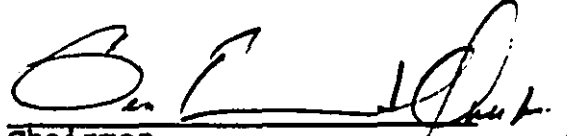
reasons set forth in its original application, it did not have sufficient information regarding the terms of the financing to request approval at this time, and requested the Commission to hold in abeyance its consideration of the financing for the proposed construction. Reidland stated that it would submit such information to the Commission when it was obtained, and incorporated by reference all other portions of its original application.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that good cause exists to continue the financing application beyond the 60-day period specified in KRS 278.300(2).

IT IS THEREFORE ORDERED that Reidland's request to hold in abeyance the Commission's consideration of the financing for its proposed construction is hereby granted, and Reidland's application for authorization to borrow funds to finance its proposed construction is continued generally.

Done at Frankfort, Kentucky, this 3rd day of May, 1991.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

ATTEST:


Executive Director


Commissioner